

ORIGINAL

FENNEMORE CRAIG, P.C.

RECEIVED  
3003 North Central Avenue, Suite 2600  
Phoenix, Arizona 85012-2913  
(602) 916-5000



0000050799

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pblack@fclaw.com

2006 MAY 26 P 4: 43

AZ CORP COMMISSION  
DOCUMENT CONTROL

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May 26, 2006

**BY HAND DELIVERY**

Blessing Chuckwu, Executive Consultant III  
Utilities Division  
Arizona Corporation Commission  
1200 W. Washington Street  
Phoenix, Arizona 85007

Re: New River Utility Company - Application for Extension of its Certificate  
of Convenience and Necessity (CC&N) Docket No. W-01737A-06-0171

Dear Ms. Chuckwu:

I am in receipt of your Letter of Insufficiency dated April 11, 2006, in the above-captioned matter. Please accept this correspondence and the enclosed documents as New River Utility Company's ("New River") response to the specific issues raised in your letter.

1. According to the Utilities Division's Compliance Database, the Company is not in compliance with Commission Decision No. 67440, issued in W-01737A-04-0502. Pursuant to Decision No. 67440, please provide a copy of the Approval to Construct and the Certificate of Assured Water Supply for Cody Farms, Inc. development.

**RESPONSE:** New River has previously provided the Arizona Corporation Commission ("Commission") the necessary information and documents required by Decision No. 67440. This compliance filing is attached hereto as **Attachment 1**. Cody Farms is a part of a larger area known as Fletcher Farms.

2. Based on the V3/Landmark Engineering, Inc. Engineering Report ("Engineering Report"), dated January 2006, fire pump(s) is (are) required. However, Exhibit D, Estimate Cost for Facilities ("Exhibit D") excludes the pump(s). Please clarify if the Arrowhead Ranch Industrial Park (only customer in the requested area) will pay for and operate the pump.

**RESPONSE:** On April 11, 2006, engineers from V3/Landmark Engineering, Inc. made a formal request to the Planning Department for the City of Peoria for a 50% reduction in fire flow requirements to serve the development. This formal request was made after discussions

# FENNEMORE CRAIG, P.C.

Blessing Chuckwu, Executive Consultant III

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between V3/Landmark Engineering and the Planning Department resulted in an agreement to reduce fire flow requirements by 50%, provided that New River provide sufficient pressure to accommodate the reduced requirement. Pursuant to its Operating Agreement with the City of Peoria (Exhibit 8 of Application), New River is required to adhere to all City regulations and ordinances in the provision of water utility service to customers located within the City of Peoria. If the request is granted, then no fire pump will be needed. If the request is denied, the developer will pay for and install the fire pump, which will automatically provide pressure needed in situations where such emergency fire flow is needed.

3. In the summary and conclusions of the Engineering Report, it states that the City of Peoria will review and approve the water distribution system improvement plans. Please clarify if the Maricopa County Environmental Services Department still will approve this engineering plan.

**RESPONSE:** Yes, the Maricopa County Environmental Services Department ("MCESD") will need to approve the engineering plans and issue all relevant Approvals to Construct.

4. The City of Peoria has classified the building usage within this project site as hazardous. Please explain why there is no "backflow prevention" device in Exhibit D.

**RESPONSE:** This project site utilizes a public water line loop through the site connections made at 78th Ave and 77th Ave. The fire line to the buildings are connected to this public water line and the backflow preventors are *installed inside the building* on the fire riser for the building sprinkler system. Due to the site plan layout of these buildings, there is no appropriate location for the backflow preventors outside of the buildings. See **Attachment 2**, attached hereto. In working on the conceptual utility layout with the City of Peoria, Architect Maher Hazine suggested the solution of locating the backflow preventor on the fire riser for the building sprinkler system. Mr. Maher also stated this is a common solution and eliminates duplication between the site fire line system and the building fire sprinkler system. Therefore, the backflow prevention devices are installed inside the building by design.

5. Please indicated who will be providing wastewater service in the proposed extension.

**RESPONSE:** The City of Peoria will be providing wastewater service to the development.

6. According to the October 6, 2005 letter from Fennemore Craig to Rencor Development (customer in the request area), the engineering plans and specifications will be submitted to the Maricopa County Environmental Services Department and the Arizona

# FENNEMORE CRAIG, P.C.

Blessing Chuckwu, Executive Consultant III

May 26, 2006

Page 3

Department of Environmental Quality for review and approval. Please explain why both agencies will be reviewing the engineering plan.

**RESPONSE:** The October 6, 2005 letter to Rencor Development was slightly in error. The engineering plans and specifications were submitted to the City of Peoria for approval, and MCESD for an Approval to Construct. The plans and specifications will not be reviewed by the Arizona Department of Environmental Quality ("ADEQ").

7. The gallons of water pumped for December 2004 in Exhibit D (Water Use Data Sheet) is not consistent with the 2004 Annual Report attached to the application. Please explain the discrepancy and clarify for Utilities Division Staff ("Staff") which should be used for its review.

**RESPONSE:** The gallons of water pumped for December 2004 should have read 42,686,000, not 29,812,000, which was the gallons of water sold.

8. The well information in the Water Use Data Sheet indicated that well #55-616948 has a capacity of 12,750 gallons per minute ("GPM"). This appears to be a typographical error. Please provide the correct information for Staff's review.

**RESPONSE:** Well #55-616948 has a capacity of 1,275 gallons per minute.

9. According to ADWR database, well #55-8054372 does not exist. There appears to be a typographical error. Please provide staff with the correct well identification information.

**RESPONSE:** The proper Well Identification Number is #55-805437.

10. The Company has indicated that two wells (Wells #s 55-616945 & 55-616948) exceed the new arsenic standard. Please update staff of the status of Company's arsenic remediation plans.

**RESPONSE:** New River continues to negotiate with the City of Glendale for the purchase of 300 acre-feet of treated Central Arizona Project water to blend with water produced from wells with water that may exceed the MCL for arsenic. See Response to Issue No. 11, below. If efforts are still unsuccessful, New River will conduct a study to determine how best to achieve blending through the construction and drilling of a new well site. However, recent tests demonstrate that the water produced by New River's wells do not exceed the MCL for arsenic.

11. The Company failed to provide information regarding the level of arsenic in Well #s 55-616946 & 55-616947 in its latest annual report. Please provide this information.

**RESPONSE:** Well # 55-616947 is not being used. New River does not have current information specific to Well No. 55-616946. This is because MCESD now allows testing at

# FENNEMORE CRAIG, P.C.

Blessing Chuckwu, Executive Consultant III

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different points of entry ("POE"). Attached hereto at **Attachment 3** are two Drinking Water Inorganic Chemical Analysis Reports, one for each different POE on New River's system. The results of both laboratory analyses illustrate that water at each of the POEs does not exceed the MCL for arsenic.

12. Please provide a copy of the Arizona Department of Environmental Quality's Approval to Construct the water facilities to serve the proposed extension area. If the Approval to Construct has not been issued, please inform Staff of the status of the application for the Approval to Construct.

**RESPONSE:** The Arizona Department of Environmental Quality will not be the agency issuing the Approval to Construct. See response to Question No. 3 above. MCESD's Approval to Construct the water facilities to serve the proposed extension area is attached hereto at **Attachment 4**.

13. Please provide a copy of the Arizona Department of Water Resources ("ADWR") Designation of Assured Water Supply or Certificate of Assured Water Supply for the CC&N area requested. If none of these are available, please provide a copy the ADWR's Physical Availability Determination. If a determination of Assured Water Supply has not been obtained from ADWR, please inform Staff of the status of the application for that determination.

**RESPONSE:** Attached hereto as **Attachment 5** is the Certificate of Assured Water Supply that covers the area to be included in New River's CC&N.

14. Please provide the Company's 2005 financial statements.

**RESPONSE:** A copy of New River's 2005 financial statement from its 2005 Annual Report is attached hereto as **Attachment 6**.

Should you have any further questions, please do not hesitate to call. Thank you for your time and assistance in this matter.

Sincerely,



Patrick J. Black

Enclosures

cc: Docket Control (w/encl.)

1789554.1/69300.024

## **ATTACHMENT 1**

RECEIVED

2006 APR 13 P 1:33

AZ CORP COMMISSION  
DOCUMENT CONTROL

FENNEMORE CRAIG  
A Professional Corporation  
Jay L. Shapiro (No. 014650)  
Patrick J. Black (No. 017141)  
3003 North Central Avenue  
Suite 2600  
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Telephone (602) 916-5000

Attorneys for New River Utility Company

**BEFORE THE ARIZONA CORPORATION COMMISSION**

IN THE MATTER OF THE APPLICATION  
OF NEW RIVER UTILITY COMPANY FOR  
AN EXTENSION OF ITS EXISTING  
CERTIFICATE OF CONVENIENCE AND  
NECESSITY IN MARICOPA COUNTY,  
ARIZONA

DOCKET NO. W-01737A -04-0502

**NOTICE OF COMPLIANCE WITH  
DECISION NO. 67440**

New River Utility Company hereby files the following documents in this matter, as  
required by Decision No. 67440 (December 3, 2004):

1. Approval to Construct for Fletcher Farms, Inc.; and
2. A Certificate of Assured Water Supply for Fletcher Farms;

RESPECTFULLY SUBMITTED this 13th day of April, 2006.

FENNEMORE CRAIG, P.C.

By: 

Jay L. Shapiro  
Patrick J. Black  
Attorneys for New River Utility Company

ORIGINAL and 13 copies delivered this  
\_\_\_\_ 13th day of April, 2006, to:

Docket Control  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

1 A copy hand-delivered this 13th day of April, 2006, to:

2 Blessing Chukwu, Compliance Division  
3 Utilities Division  
4 Arizona Corporation Commission  
5 1200 West Washington  
6 Phoenix, Arizona 85007

7 Brian Bozzo, Compliance  
8 Utilities Division  
9 Arizona Corporation Commission  
10 1200 West Washington  
11 Phoenix, Arizona 85007

12 By: 

13 1783722.1/69300.022

# **EXHIBIT**

# **1**

ENVIRONMENTAL SERVICES  
DEPARTMENT  
1001 N. Central, Ste 150  
Phoenix, AZ 85004-1940



Division of Water and Waste Management  
Subdivision Infrastructure & Planning Program  
(602) 508-6675  
FAX (602) 508-5813  
(TTN) (602) 608-8704

Approval Date: 1/27/05

MCESD Project No. 047137  
PWS SYSTEM No. 0407051

**CERTIFICATE OF APPROVAL TO CONSTRUCT  
(WITH STIPULATIONS)  
PUBLIC WATER SYSTEM EXTENSION**

**PROJECT DESCRIPTION:** Fletcher Farms - potable water distribution system of approximately 8800 linear feet and associated appurtenances with a point of connection to the New River Utility Company water system.

**LOCATION:** City of Peoria, Maricopa County  
Section 23, T4N, R1E

**PROJECT OWNER:** Darin Rowe, Vice President  
Richmond American Homes of Arizona  
3200 E. Camelback Road, Suite 300  
Phoenix, AZ 85018

Pursuant to Arizona Administrative Code (AAC) Title 18: Chapters 4 and 5 and the Maricopa County Environmental Health Code: Chapters IV and V.

Approval to construct the above described facilities as represented in the approved plan documents on file with the Maricopa County Environmental Services Department is hereby given subject to the following stipulations: **NONE**

Operation of this public water system project shall not begin until an Approval of Construction is issued by Maricopa County Environmental Services Department.

**WATER AND WASTE MANAGEMENT DIVISION**

By Steven G. Borst  
Steven G. Borst, PE, Program Manager  
Subdivision Infrastructure & Planning Program

*From the approval date noted above this certificate will expire if construction has not commenced within one year, there is a halt in construction of more than one year or construction is not completed within three years.*

# **EXHIBIT**

# **2**

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES  
CERTIFICATE OF ASSURED WATER SUPPLY

*This is to certify that*

R.L. Fletcher Development

Fletcher Farms

SECTIONS 14, 22, 23, 24, T4N, R1E

Maricopa County

Phoenix Active Management Area

has demonstrated to the Arizona Department of Water Resources, in accordance with the requirements and procedures of A.R.S. § 45-576 and the applicable regulations, that sufficient water of adequate quality will be continuously available to satisfy the water needs of the referenced subdivision for at least one hundred years. The aforementioned subdivision consists of 3550 lots which will be provided

water by

New River Utility Company

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

R.L. Fletcher Development

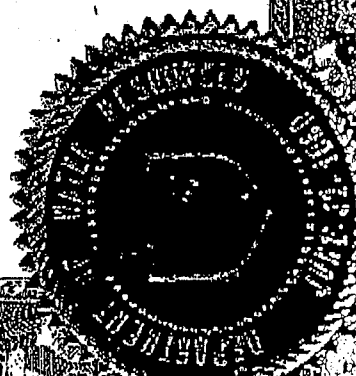
is issued this certificate of Assured Water Supply for

Fletcher Farms

this 11 day of January, 19 89.

ARIZONA DEPARTMENT OF WATER RESOURCES

DIRECTOR



## **ATTACHMENT 2**



## **ATTACHMENT 3**



# Aerotech Environmental Laboratories

a division of Aerotech Laboratories, Inc.

## ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY DRINKING WATER INORGANIC CHEMICAL ANALYSIS REPORT

\*\*\* SAMPLES TO BE TAKEN AT POE ONLY \*\*\*

<u>07-051</u> System ID	<u>New River Utility Co.</u> System Name
<u>01/05/06</u> <u>18:45</u> (24 hr clock) Sample date Sample time	<u>Jack Muir</u> Owner/Contact Person Name
<u>208-382-4945</u> Owner/Contact Fax Number	<u>(208) 382-3242</u> Owner/Contact Person Phone Number
SAMPLE TYPE	
<input checked="" type="checkbox"/> Compliance Monitoring	
SAMPLE COLLECTION POINT/ID	
<input checked="" type="checkbox"/> Point of Entry# <u>003</u>	
POE #3	
SAMPLING SITE ID	

### FOR MCL EXCEEDANCE OR COMPOSITE TRIGGER

Original Violating Specimen Number

SAMPLE TYPE

☐ CONFIRMATION

☐ CONFIRMATION FOR COMPOSITE TRIGGER

### \*\*\* INORGANIC CHEMICAL ANALYSIS \*\*\*

> > > TO BE FILLED OUT BY THE LABORATORY PERSONNEL < < <

Analysis Method	MCL	Reporting Limit	Contaminant Name	Cont. Code	Analysis Run Date	Result	Exceeds MCL	Exceeds Reporting Limit
E200.8	0.05	0.05	Arsenic	1005	01/12/2006	0.011	<input type="checkbox"/>	<input type="checkbox"/>

Note: The value in the results column only displays to the last significant integer, absent of any trailing zeros.

### > > > > LABORATORY INFORMATION < < < <

To be filled out by laboratory personnel

SPECIMEN NUMBER	<u>06010691-01</u>		
Lab ID Number	<u>A20610</u>	Name:	<u>Aerotech Environmental</u>
Comments:			
Authorized Signature:	<u>[Signature]</u>		
Date Public Water System Notified:			
*Unregulated Contaminants			

All units must be reported in milligrams per liter (mg/L)

DWAR 2IN: Revised 2003

Page 1 of 4



\*\*\* SAMPLES TO BE TAKEN AT POE ONLY \*\*\*

**FOR MCL EXCEEDANCE OR COMPOSITE TRIGGER**  
  
 Original Violating Specimen Number  
**SAMPLE TYPE**  
☐ **CONFIRMATION**  
☐ **CONFIRMATION FOR COMPOSITE TRIGGER**

Analysis Method	MCL	Reporting Limit	Contaminant Name	Cont. Code	Analysis Run Date	Result	Exceeds MCL	Exceeds Reporting Limit
E200.8	0.05	0.05	Arsenic	1005	01/12/2006	0.0078	<input type="checkbox"/>	<input type="checkbox"/>

>>>>> **LABORATORY INFORMATION** <<<<<

SPECIMEN NUMBER

Lab ID Number: A20610 Name: Aerotech Environmental  
 Comments: \_\_\_\_\_  
 Authorized Signature: *Craig Sewell*  
 Date Public Water System Notified: \_\_\_\_\_  
 \*Unregulated Contaminants

DWAR 2IN: Revised 2003

John Laboratory: 4845 E. Cotton Center Boulevard, Building 3, Suite 100 Phoenix, AZ 85040 Phone: 602.437.3340 Toll Free: 866.772.5227 Fax: 623.445.6192 [www.zernenvirolabs.com](http://www.zernenvirolabs.com)  
Tucson Facility: 4435 S. Park Ave., Ste. 110 Tucson, AZ 85714 Phone: 520.807.3801 Fax: 520.807.3803  
Corporate Address: 1501 W. McDowell Ave., Suite 100 Phoenix, AZ 85007 Phone: 602.437.3340 Fax: 602.437.3340

## **ATTACHMENT 4**



Approval Date: 5/12/06

MCESD Project No. 062258  
PWS SYSTEM No. 0407051

**CERTIFICATE OF APPROVAL TO CONSTRUCT  
(WITH STIPULATIONS)  
PUBLIC WATER SYSTEM EXTENSION**

**PROJECT DESCRIPTION:** Arrowhead Ranch Industrial Park Phase 1 - potable water distribution system of approximately 1566 linear feet and associated appurtenances with a point of connection to the City of Peoria water system.

**LOCATION:** City of Peoria, Maricopa County  
Section 23, T4N, R1E

**PROJECT OWNER:** Marshall Reynolds  
Arrowhead Ranch Industrial Park, LLC  
5013 E. Washington Street Suite 100  
Phoenix, AZ 85034

Pursuant to Arizona Administrative Code (AAC) Title 18: Chapters 4 and 5 and the Maricopa County Environmental Health Code: Chapters IV and V.

Approval to construct the above described facilities as represented in the approved plan documents on file with the Maricopa County Environmental Services Department is hereby given subject to the following stipulations: **NONE**

Operation of this public water system project shall not begin until an Approval of Construction is issued by Maricopa County Environmental Services Department.

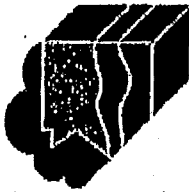
**WATER AND WASTE MANAGEMENT DIVISION**

By T. S. Chisholm

**Subdivision Infrastructure & Planning Program**

*From the approval date noted above this certificate will expire if construction has not commenced within one year, there is a halt in construction of more than one year or construction is not completed within three years.*

## **ATTACHMENT 5**



STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

CERTIFICATE OF ASSURED WATER SUPPLY

*This is to certify that*

R.L. Fletcher Development

Fletcher Farms

SECTIONS 14, 22, 23, 24, T4N, R1E

Maricopa County

Phoenix Active Management Area

has demonstrated to the Arizona Department of Water Resources, in accordance with the requirements and procedures of A.R.S. § 45-576 and the applicable regulations, that sufficient water of adequate quality will be continuously available to satisfy the water needs of the referenced subdivision for at least one hundred years. The aforementioned subdivision consists of 3550 lots which will be provided water by New River Utility Company

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

R.L. Fletcher Development

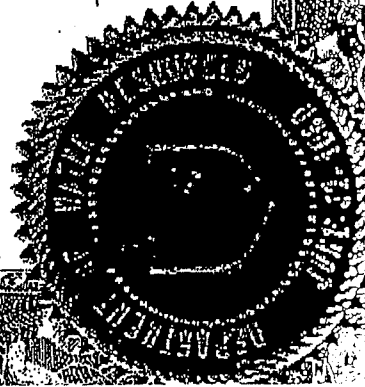
is issued this certificate of Assured Water Supply for

Fletcher Farms

this 11 day of January, 1989

ARIZONA DEPARTMENT OF WATER RESOURCES

*[Signature]*  
DIRECTOR



## **ATTACHMENT 6**

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

N

W-01737A  
New River Utilities Company  
7839 W Deer Valley Rd  
Peoria, AZ 85382

**ANNUAL REPORT**

**RECEIVED**

APR 19 2006

FOR YEAR ENDING Z Corporation Commissic  
Director of Utilities

12	31	2005
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FOR COMMISSION USE

ANN04	05
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entered  
4-20-06  
RF

COMPANY NAME

*New River Utility Company***CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	80,181	-	
304	Structures and Improvements	84,633	3.33	2,818
307	Wells and Springs	795,021	3.33	26,474
311	Pumping Equipment	910,826	12.5	112,505
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	1,046,963	2.22	23,243
331	Transmission and Distribution Mains	1,304,743	2.00	26,095
333	Services	236,325	3.33	7,870
334	Meters and Meter Installations	110,130	8.33	9,174
335	Hydrants	193,193	2.00	3,864
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	21,198	6.67	1,414
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	83,025	5.00	2,751
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	114,145	20.00	22,829
	<b>TOTALS</b>	<b>4,980,383</b>		<b>239,036</b>

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

CJ

COMPANY NAME

*New River Utility Company***BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 253,770	\$ 229,887
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 253,770	\$ 229,887
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 4897,801	\$ 4,980,383
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	1,095,585	1,334,621
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 3,802,216	\$ 3,645,762
	<b>TOTAL ASSETS</b>	\$ 4,055,986	\$ 3,875,649

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

CJ

COMPANY NAME

*New River Utility Company***BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 57,070	\$ 75,847
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	23,500	27,986
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 80,576	\$ 113,833
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	3,185,308	—
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 3,265,884	\$ 113,833
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 100	\$ 100
211	Paid in Capital in Excess of Par Value	978,819	3,859,774
215	Retained Earnings	(188,817)	(89,058)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 790,102	\$ 3,761,816
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 4,055,986	\$ 3,875,649

CJ

7

COMPANY NAME New River Utility Company

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,225,554	\$ 1,267,804
460	Unmetered Water Revenue	7,620	
474	Other Water Revenues	3,508	664
	<b>TOTAL REVENUES</b>	\$ 1,236,682	\$ 1,268,468
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 473,454	\$ 468,146
610	Purchased Water		
615	Purchased Power	112,874	128,444
618	Chemicals	2,750	2,170
620	Repairs and Maintenance	73,532	78,143
621	Office Supplies and Expense	25,420	28,074
630	Outside Services	58,203	40,046
635	Water Testing	24,941	25,429
641	Rents	30,000	30,000
650	Transportation Expenses		12,473
657	Insurance - General Liability	24,036	22,237
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	7,607	-
675	Miscellaneous Expense	9,046	9,344
403	Depreciation Expense	231,391	239,036
408	Taxes Other Than Income	25,503	21,277
408.11	Property Taxes	61,387	63,890
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 1,160,144	\$ 1,168,709
	<b>OPERATING INCOME/(LOSS)</b>	\$ 76,538	\$ 99,759
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ 76,538	\$ 99,759

C.H.

COMPANY NAME New River Utility Company

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	<i>None</i>	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_